

# **FISCAL NOTE**

## **HB 769 - SB 1096**

March 6, 2001

### **SUMMARY OF BILL:**

- Broadens the definition of *family-owned* to include any trusts whose beneficiaries are members of the family.
- Broadens the definition of *passive investment income* to include gains from the sale of real property.
- Expands the exemption for excise tax purposes by broadening these two definitions.

Under current law, there is an exemption from excise tax for any family-owned non-corporate entity where substantially all of the activity is the production of passive investment income.

### **ESTIMATED FISCAL IMPACT:**

#### **Decrease State Revenues - Exceeds \$100,000**

The amount of decreased state revenues cannot be determined but is estimated to exceed \$100,000 based on information provided by the Department of Revenue.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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